

Rt. a Copy to File
ACT/027/003 JWS

Sapphire Corp.

1884 Harrison Avenue
Salt Lake City, Ut. 84108
(801) 363-4787

RECEIVED

Feb. 11, 1980

State Of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS, AND MINING
1588 West North Temple
Salt Lake City, Utah 84116

DIVISION OF
OIL, GAS & MINING

FEB 13 1980

Dear Mr. Smith:

As I mentioned in our telephone conversation of Feb. 8, Sapphire Co. has run into some problems with the people we formerly had the Quarry leased to.

We are trying at the present time to get these problems solved.

We are also working diligently to raise adequate financing, to either operate the Quarry ourselves or as a joint venture, in the event we don't find a reliable Lessee.

To date we have not removed any stone, or have we started an operation on the Quarry, or will we (as was our agreement with you) until such time as a Surety Bond is secured, as outlined by your Reclamation Plan.

We certainly appreciate your past consideration and hope you will extend it a bit longer.

Sincerely,

Aleda C. Jensen
Aleda C. Jensen